

**GOVERNMENT OF INDIA
CENTRAL ELECTRICITY AUTHORITY
CASH-I SECTION**

No. 6/1/2019-Cash-I (CEA)

Date 13.10.2020

Subject: - Option for Deduction of TDS under New or Old Rates of Income Tax for the F.Y. 2020-21 (A.Y. 2021-22) and Furnishing of Information – Reg.

1. The new rates of the income tax have been introduced w.e.f. the Financial Year 2020-21 (Assessment Year 2021-22), wherein the total taxable income shall be computed without any exemption/ deduction such as Standard Deduction, HRA Exemption, loss from house property, deductions granted under the provisions of Chapter VI-A (except deduction under sub section (2) of Section 80CCD) etc. The new rates of income tax are as follows:

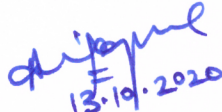
S. No.	Total Income	Rate of Income Tax
1	Up to Rs. 2,50,000	Nil
2	From Rs. 2,50,001 to 5,00,000	5%
3	From Rs. 5,00,001 to 7,50,000	10%
4	From Rs. 7,50,001 to 10,00,000	15%
5	From Rs. 10,00,001 to 12,50,000	20%
6	From Rs. 12,50,001 to 15,00,000	25%
7	Above Rs. 15,00,000	30%

2. In addition to new rates, the income tax rates (given below) prevailing in the F.Y. 2019-20 will continue to exist in this financial year. In the old tax rates, all the deductions and exemption are allowed.

S. No.	Total Income	Rate of Income Tax
1	Up to Rs. 2,50,000	Nil
2	From Rs. 2,50,001 to 5,00,000	5%
3	From Rs. 5,00,001 to 10,00,000	20%
4	Above Rs. 10,00,000	30%

3. Therefore, all the officials are required to **exercise their option in writing, to choose between old and new Income Tax rates for the FY 2020-21 (AY 2021-22)** for the purpose of monthly Income Tax Deduction from pay and allowances. This option should be forwarded to Cash-I Section **latest by 10th November, 2020.**

4. Health and Education Cess @ 4% on Income Tax is applicable in both tax rates.
5. Officials exercising the option of old tax rates are also requested to furnish the Details of saving in the prescribed pro-forma enclosed **latest by 10th November, 2020**. Further, Proof of saving, HRA receipt and Interest calculation sheet of HBA (if any) must be furnished to Cash-I Section **latest by 31/12/2020**. In the absence of aforesaid receipt etc., Rebate or Deduction can not be allowed.
6. If no option is received by the prescribed date, it will be presumed that the official is opting for the old tax structure and Income Tax will be deducted on pro-rate basis as per the records available in the Cash- I Section.
7. It may also be noted that the option so exercised will be final and cannot be modified during the present Financial Year.
8. The Pro-forma for furnishing the option (old or new tax rate) and requisite documents is enclosed for all concerned.


13.10.2020
(Asif Iqbal)
DDO, CEA

All officers and staff of CEA

Copy to:

Director (IT) with request to upload the letter on CEA website for information.

Proforma for Exercising Option for Deduction of TDS under New or Old Rates of Income Tax for the F.Y. 2020-21 (A.Y. 2021-2022) and Furnishing of Information

1. NAME AND DESIGNATION: _____

2. PERMANENT ACCOUNT (PAN NO.): _____
(Copy of PAN Card must be attached)

3. OFFICIAL ADDRESS & TELE NO: _____

4. RESIDENTIAL ADDRESS & TELE NO: _____

5. **OPTION FOR DEDUCTION OF TDS UNDER** (Please Select one)

New Rates of Income Tax
Old Rates of Income Tax

6. Income from other sources: _____

(Note: Officials opting for New Rates of Income Tax need not to fill sections 7, 8 & 9 as these are not relevant for New Rates of Income Tax)

7. If rented, details thereof (with address of owner): _____
(For Claiming House Rent Allowance)

8. DETAILS OF SAVING (WITH PROOF): _____

a) _____ :

b) _____ :

c) _____ :

d) _____ :

e) _____ :

9. DETAILS OF HBA (if rebate is required)

a) Date of grant of Loan :

b) Repayment of H.B.A. Loan :

c) Interest of H.B.A. Loan : _____
(Copy of Calculation sheet must be attached)

10. NET INCOME TAX PAYBLE : _____
(As per individual's calculation)

11. INCOME TAX PROPOSED
TO BE DEDUCTED FROM MONTHLY SALARY: _____

I certify that the particulars furnished above are correct. It is requested that the Tax may be calculated on the basis of the above particulars and may be recovered from my salary. It is also certified that above investment or payment have been made out of the income chargeable to tax during the Financial Year 2020-2021.

Signature: _____
Name: _____
Designation: _____
I/Com No: _____
Mob. No: _____